COMMONWEALTH OF KENTUCKY ENVIRONMENTAL AND PUBLIC PROTECTION CABINET FILE NO. AOF-25640-037 PERMIT NO. 892-0096 NONCOMPLIANCE NO. 130212

FRONTIER INSURANCE COMPANY, IN REHABILITATION AND UNDER THE DIRECTION OF THE SUPERINTENDENT OF INSURANCE OF THE STATE OF NEW YORK,

PETITIONER,

VS.

SECRETARY'S ORDER

ENVIRONMENTAL AND PUBLIC PROTECTION CABINET,

RESPONDENT.

* * * * * * * *

THIS MATTER being before the Secretary upon the Report and Recommended Order of Janet C. Thompson, Hearing Officer, and the Secretary having considered said Report and Recommendation, and any exceptions filed thereto, and being sufficiently advised,

IT IS HEREBY ORDERED AND ADJUDGED as follows:

- 1. The Hearing Officer's Report and Recommended Order filed in the Record on _[3/14/05]____, 2005, is ADOPTED and incorporated by reference herein, as if set forth verbatim.
- 2. The Petitioner's Withdrawal of Petition for Hearing is GRANTED, and this case is hereby DISMISSED.
- 3. The Determinations of Bond Forfeiture dated August 30, 2002, regarding bond numbers 115192, 115193, and 115264 for Permit No. 892-0096, are AFFIRMED and these bonds be hereby FORFEITED.

4. This is a FINAL a	and APPEALABLE O	order.	
So ORDERED this	day of	, 2005.	
		NMENTAL AND PUBLIC CTION CABINET	
	_//s//[4/29 LAJUAN SECRET	JA S. WILCHER	

APPEAL RIGHTS

In accordance with the provisions of KRS 350.0305 and KRS 350.032, any person or party aggrieved by a Final Order of the Secretary resulting from a hearing may obtain a review of the Final Order by filing in Circuit Court a Petition for Review. Such Petition must be filed within thirty (30) days after the entry or rendition of the Final Order, and a copy of the Petition must be served upon the Cabinet.

CERTIFICATE OF SERVICE

			e copy of the foregoing SECRETARY'S ORDER, mailed by first-class mail, postage prepaid to:
HON WILLIAM THON W BLAINE STITES & HARB 250 WEST MAIN LEXINGTON KY	EARLY III SISON PLLC I ST STE 2300		
FRONTIER INSU 195 LAKE LOUIS ROCK HILL NY	SE MARIE RD	PANY	
and hand-delivere	d to:		
HON. LAURA M HON. PETER IRV Environmental and Office of Legal Se Fifth Floor, Capita Frankfort, KY 406	WIN d Public Protect ervices al Plaza Tower	ion Cabinet	
DOCKET COOR	DINATOR		
Distribution: LTS JCT DMRE MADISONVILLE FILE	E REGIONAL C)FFICE	

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FRONTIER INSURANCE COMPANY, IN REHABILITATION AND UNDER THE DIRECTION OF THE SUPERINTENDENT OF INSURANCE OF THE STATE OF NEW YORK.

PETITIONER,

VS.

<u>HEARING OFFICER'S REPORT</u> AND RECOMMENDED SECRETARY'S ORDER

ENVIRONMENTAL AND PUBLIC PROTECTION CABINET,

RESPONDENT.

* * * * * * * *

Having considered Petitioner's, Frontier Insurance Company, in Rehabilitation and Under the Direction of the Superintendent of Insurance of the State of New York (Frontier), Withdrawal of Petition for Hearing, to which there was no objection by the Cabinet, it is RECOMMENDED that the Petition be withdrawn and this case be dismissed.

At a status conference on March 4, 2005, the Cabinet withdrew its Motion for Summary Disposition filed on February 28, 2005.

As a result of the withdrawal of the Petition, it is RECOMMENDED that the Determinations of Bond Forfeiture dated August 30, 2002, regarding bond numbers 115192, 115193, and 115264 that Frontier issued on behalf of Centennial Resources, Inc. for Permit No. 892-0096, which were the subject of the Petition, be affirmed and these bonds be ordered forfeited.

So RECOM	MENDED this	the d	lay of	, 2005.

__//s//[3/14/05]_ JANET C. THOMPSON HEARING OFFICER OFFICE OF ADMINISTRATIVE HEARINGS 35-36 FOUNTAIN PLACE FRANKFORT, KY 40601 TELEPHONE: 502/564-7312

FAX: 502/564-4973

EXCEPTION RIGHTS

Pursuant to KRS 350.0301 any party may file exceptions to this Report and Recommendation within fourteen (14) days of service of this Report. A party may file a Response to any Exceptions within twenty-one (21) days of service of this Report. The Secretary will then consider this Report, any Exceptions, any Responses and the recommended Order and decide this case.

CERTIFICATE OF SERVICE

I hereby certify that a true and accurate copy of the foregoing	HEARING	OFFICER'S		
REPORT AND RECOMMENDED SECRETARY'S ORDER was,	on this _	day of		
, 200, mailed by first-class mail, postage prepaid to:				

HON WILLIAM T GORTON III HON W BLAINE EARLY III STITES & HARBISON PLLC 250 WEST MAIN ST STE 2300 **LEXINGTON KY 40507**

FRONTIER INSURANCE COMPANY 195 LAKE LOUISE MARIE RD ROCK HILL NY 12775

and hand-delivered to:

HON. LAURA MORRISON HON. PETER IRWIN Environmental and Public Protection Cabinet Office of Legal Services Fifth Floor, Capital Plaza Tower Frankfort, KY 40601

DOCKET COORDINATOR

Distribution:

LTS

JCT

DMRE

MADISONVILLE REGIONAL OFFICE

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